

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**SB 2829 – HB 3091**

February 6, 2012

**SUMMARY OF AMENDMENT (012705):** Deletes all language after the enacting clause. Broadens the definition of a domestic holding company under the Credit Card State Bank Act to include a company that is under common control with another company and that meets certain statutory criteria, provided that the company's share of ownership is no less than 50 percent. Extends the sunset date of such definition, from July 1, 2012, to July 1, 2014. Extends indefinitely the provision defining a domestic holding company as a company that controls a domestic or foreign lender and has its principal place of business in this state. Extends indefinitely the provision authorizing any domestic lender, foreign lender, or a holding company to organize, own, and control a credit card state bank and extends such provision for a domestic holding company until July 1, 2014, from the current sunset date of July 1, 2012. Extends indefinitely the provision authorizing a credit card state bank to engage in credit card operations, and extends such provision for debit card operations, including prepaid debit, until July 1, 2014, from the current sunset date of July 1, 2012.

**FISCAL IMPACT OF ORIGINAL BILL:**

NOT SIGNIFICANT

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

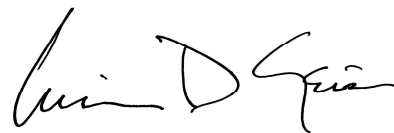
**Unchanged from the original fiscal note.**

Assumptions applied to amendment:

- According to the Department of Financial Institutions, no entities have applied to be a credit card state bank under this Act in previous years.
- Broadening the definition of a domestic holding company and extending certain provisions under the Act is not expected to result in a significant regulatory or fiscal impact on the Department.
- The provisions of this bill will not have an impact on state or local revenue.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first and last names being more prominent.

Lucian D. Geise, Executive Director

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